

Tenneco Minerals
A Tenneco Company

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DOGM
MINERALS PROGRAM
FILE COPY

August 9, 1991

RECEIVED

AUG 15 1991

DIVISION OF
OIL GAS & MINING

Mr. Wayne Hedburg
Utah Division of Oil, Gas and Mining
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Reference: Contract Mining Services

Dear Mr. Hedburg:

This letter is written to advise your office that Tenneco Minerals Company has negotiated contract mining services through a new firm - Brown and Root, Inc., to begin September 3, 1991. Mining services with our previous contractor, Lost Dutchman Construction, will conclude August 30, 1991.

Brown and Root will utilize mining methods and equipment similar to Lost Dutchman, although it is their intent to provide adequate "back-up" equipment to prevent any production delays due to equipment outage. It is Brown and Root's intent to employ approximately 35 hourly and salaried employees.

In anticipation of the mobilization of Brown and Root and demobilization of Lost Dutchman, Tenneco Minerals Company has notified all mine service entities and other users of the county road to the mine site of the anticipated traffic schedule. We expect traffic on the county road to be moderate but will involve large, heavy loads. Principle traffic times are scheduled between the hours of 8:00 a.m. and 3:00 p.m. This will occur over a one month period beginning approximately August 14, 1991 and ending September 15, 1991.

Finally, Tenneco Minerals has received permission from the D.I. Ranch to utilize a portion of the D.I. airstrip as an unload and assembly area. We anticipate using the airstrip for the one month period. No disturbance will be required of adjacent lands.

Please advise me of any concerns you may have.

Sincerely,

TENNECO MINERALS COMPANY

A handwritten signature in dark ink, appearing to read "Ken A. Kluksdahl".

Ken A. Kluksdahl
Mine Manager